

NOTICE OF LIQUIDATION
TO THE POLICYHOLDERS, DEBTORS, PRINCIPALS, OBLIGEEES,
CLAIMANTS, CREDITORS AND ALL OTHER PERSONS INTERESTED
IN THE AFFAIRS OF
CAGC INSURANCE COMPANY IN LIQUIDATION

CLAIMS BAR DATE 11:59 PM EDT, January 15, 2015

NOTICE IS HEREBY GIVEN:

The Superior Court of Wake County, North Carolina ordered CAGC Insurance Company (CIC) into liquidation on January 17, 2014. Wayne Goodwin, Insurance Commissioner of North Carolina, was appointed the liquidator, and was ordered to take possession of CIC's property and to liquidate its business. The Commissioner appointed Jeffrey A. Trendel as his Special Deputy Insurance Commissioner for the liquidation. A copy of the Order of Liquidation may be downloaded at the liquidator's website at www.radtrust.com/CIC or may be requested in writing at the address provided at the end of this document.

The Order of Liquidation enjoins all persons from instituting or continuing any action at law or in equity or any attachment or execution against CIC.

All persons indebted to or having any property of CIC in their possession are hereby notified to tender an account of the indebtedness and to pay the same and deliver such property to the liquidator.

This information is important. It is recommended that you read it carefully before contacting the liquidator's office with questions. You may also want to consult your attorney or insurance advisors before you proceed.

Policyholder Claims:

Guaranty Association Coverage: Certain policyholder claims may be covered by applicable state guaranty associations based on the insured's residence. The state guaranty associations were created by state law to provide protection to insureds in the case of insurance company liquidation. The various state laws govern the claim eligibility and limits of the guaranty associations. CIC insureds who reside in the following states may have a covered claim:

North Carolina
South Carolina

Claims which are the responsibility of a guaranty association have been or will be forwarded to the applicable guaranty association as appropriate.

Policyholder claimants will need to complete and return the enclosed proof of claim form as soon as possible but no later than **11:59 PM EDT on January 15, 2015**. (See below for additional information). Payments may be delayed or denied by failure to file the proof of claim on a timely basis.

Policyholder Claim Notification:

Outstanding Claims: If a claim has already been reported to CIC only a proof of claim form must be submitted as instructed below. It is not necessary to attach additional documentation to the form. Pending claim files are in the process of being shipped to the appropriate guaranty association as applicable.

Unreported Claims: If a claim has not been reported to CIC, a proof of claim form and required documentation must be submitted as instructed. Some state guaranty associations have statutory claim filing provisions which will prohibit payment by the guaranty association after a certain period of time has elapsed after the loss date of the claim. In many instances that date is the January 15, 2015, date set by the liquidator, but in some instances, it is a date before January 15, 2015. Therefore, it is important to promptly file a claim by completing the proof of claim form.

Proof of Claim:

If you have a claim to pursue against CIC, you must file a completed proof of claim form with the liquidator by the bar date. To file by the bar date the proof of claim form must be **postmarked or received by the liquidator no later than 11:59 PM EDT on January 15, 2015**. Failure to file a timely claim may result in denial of your claim.

The mailing address for the liquidator is:

Proof of Claim Department
Liquidator of CAGC Insurance Company
401 Glenwood Avenue
Raleigh, N.C. 27603

Detailed filing instructions are provided on the back of the enclosed proof of claim. If you have more than one claim against CIC a separate proof of claim must be submitted for each claim. You may make copies of the proof of claim form, request additional copies from the liquidator using the address above or download the form from the liquidator website at www.radtrust.com/CIC.

A proof of claim must be filed even if a claim was made against CIC prior to liquidation. Whenever a claim is based upon an instrument in writing, a copy of the document should be attached to the proof of claim. If the document has been destroyed, a statement of the facts and circumstances of the loss must be filed, under oath, with this claim.

Change of Address:

You are required to notify the liquidator of a change of address. If you fail to do so, you may jeopardize recovery from this estate.

Frequently Asked Questions:

Included in this Notice as well as at the liquidator's website, www.radtrust.com/CIC, is material which answers frequently asked questions regarding the liquidation process. Please review this material carefully.

Contact Information:

General questions about the liquidation procedures should be addressed to:

Liquidator of CAGC Insurance Company
401 Glenwood Avenue
Raleigh, N.C. 27603

Phone: (919) 807-6150 Fax: (919) 733-2206 E-Mail: CIC@ncdoi.gov

This Notice and the information contained herein are in summary form and may not contain all necessary information for your particular situation. You are urged to consult an attorney if you have any questions. All claims are subject to payment only in accordance with applicable law.