## NOTICE OF ORDER OF REHABILITATION OF AFFIRMATIVE CASUALTY INSURANCE COMPANY AND AFFIRMATIVE DIRECT INSURANCE COMPANY

October 6, 2015

Dear Sir/Madam:

You are receiving this letter because you are or have recently been a policyholder of an automobile insurance policy issued by Affirmative Casualty Insurance Company ("ACIC"). This letter serves as formal written notice that ACIC has been placed in Rehabilitation and is now under the direction and control of the Louisiana Department of Insurance, through its Commissioner, James J. Donelon, and myself as the court appointed Receiver.

On September 17, 2015, James J. Donelon, the Commissioner of Insurance for the State of Louisiana (the "Commissioner"), filed a Petition for Rehabilitation against ACIC under Suit No.: 642353, Sec. 22, pending in the 19th Judicial District Court. On September 17, 2015, the Honorable Janice Clark granted the relief sought by the Commissioner and issued an Order of Rehabilitation (the "Order") placing ACIC and Affirmative Direct Insurance Company (ADIC) in Rehabilitation.

Among other things, pursuant to the Order, the Commissioner, as Rehabilitator, and myself, as Receiver, have been directed to "conduct all of the business and affairs of Affirmative Casualty Insurance Company and Affirmative Direct Insurance Company or so much thereof as he may deem appropriate, manage the affairs of Affirmative Casualty Insurance Company and Affirmative Direct Insurance Company, and rehabilitate Affirmative Casualty Insurance Company and Affirmative Direct Insurance Company; until further order of the Court."

Please refer to the Order for a complete explanation of the Rehabilitation and your rights as a policyholder, a copy of which may be obtained at <a href="http://affirmativecasualty.com">http://affirmativecasualty.com</a>.

Policies will be serviced in the same manner as prior to the entry of the Order and claims will continue to be paid in the normal course of business. In order to maintain coverage, policyholders must continue to pay all premiums on active policies as the premiums become due, as well as all premiums past due. Should you have any additional questions, please refer to the Frequently Asked Questions at <a href="http://affirmativecasualty.com">http://affirmativecasualty.com</a> or you may reach me by E-mail or telephone at the following:

Respectfully,

Mr. Wayne Johnson, Receiver

Affirmative Casualty Insurance Company and

Affirmative Direct Insurance Company

20 Batterson Park Road, Suite 380

Farmington, CT 06032

Phone: (855) 246-0815 E-mail: ACIC@riskreg.com