

**IN THE MATTER OF THE ANCILLARY RECEIVERSHIP OF
AMERICAN DRUGGISTS' INSURANCE COMPANY**
Supreme Court of the State of New York, County of New York
Index No. 42328/86

NOTICE

Pursuant to an order of the Supreme Court of the State of New York, County of New York ("Court"), entered May 16, 1986 ("Ancillary Receivership Order"), the then-Superintendent of Insurance of the State of New York and his successors in office were appointed as Ancillary Receiver ("Ancillary Receiver") of American Druggists' Insurance Company ("American Druggists") and, as such, has been directed to take possession of American Druggists property in New York State and deal with said property 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 Ancillary Receiver of American Druggists. The Ancillary Receiver has, pursuant to Insurance Law Article 74, appointed Michael J. Casey, Acting Special Deputy Superintendent ("Acting Special Deputy") as his agent for the Ancillary Receivership of American Druggists. The Acting Special Deputy carries out his duties through the New York Liquidation Bureau, 110 William Street, New York, New York 10038. The Ancillary Receiver has submitted to the Court a verified petition ("Verified Petition") seeking an order: (1) approving the Ancillary Receiver's report on the status of and request to close ("Closing Report") American Druggists' ancillary receivership proceeding ("Ancillary Receivership") and the financial transactions delineated therein; (2) authorizing the continued payment of administrative expenses, including such expenses pertaining to the closing of the Ancillary Receivership; (3) terminating and closing the Ancillary Receivership; (4) releasing and discharging the Ancillary Receiver, his predecessors and successors in office, and their agents, attorneys and employees, from any and all liability arising from their acts or omissions in connection with the Ancillary Receivership; (5) authorizing the New York Liquidation Bureau ("NYLB") to receive and disburse to the Property/Casualty Insurance Security Fund ("P/C Fund") and/or the Workers' Compensation Security Fund ("WC Fund"), as applicable, any future distributions from the Superintendent of the Ohio Department of Insurance as liquidator of American Druggists ("Liquidator") in payment of amounts owed to the P/C Fund and/or the WC Fund, as applicable, in each case (a) without further application to this Court and (b) after deducting all administrative expenses in connection with such disbursements; (6) authorizing the Ancillary Receiver, after termination of the Ancillary Receivership, to make an application directly to this Court on an as-needed basis for payment from the WC Fund of any closed workers' compensation claims subsequently reopened by the Workers' Compensation Board along with the payment of administrative expenses associated with the payment of such reopened workers' compensation claims; (7) authorizing and directing the Ancillary Receiver, in his discretion to destroy, transfer or otherwise dispose of any and all of the books, files, records and other property of American Druggists, including transferring them to the Liquidator, without further order of this Court; and (8) providing for such other and further relief as this Court deems appropriate and just.

A hearing is scheduled on the Verified Petition on the 8th day of May, 2013, at 10:00 a .m., before the Court, IAS Part 36, Room 428, at the Courthouse located at 60 Centre Street, in the County, City and State of New York. If you wish to object to the Verified Petition, you must serve a written statement setting forth your objections and all supporting documentation upon the Ancillary Receiver and on the Clerk of the Court with an affidavit of service on the Ancillary Receiver, at least seven days prior to the hearing in an envelope, with the five page Order to Show Cause stapled to the face of the

envelope. All correspondence/submissions related to the Order to Show Cause date shall be submitted in such manner. Service on the Ancillary Receiver shall be made by first class mail at the following address:

Superintendent of Financial Services of the State of New York as
Ancillary Receiver of American Druggists' Insurance Company
110 William Street
New York, New York 10038
Attention: John Pearson Kelly
General Counsel

The Verified Petition and Closing Report 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 New York Liquidation Bureau, Creditor & Ancillary Operations Division, at (212) 341-6665.

Dated: April 19, 2013

BENJAMIN M. LAWSKY
Superintendent of Financial Services of the
State of New York as Ancillary Receiver of
American Druggists' Insurance Company