

**NOTICE OF CLAIM DATE FOR CLAIMS AGAINST
FRONTIER INSURANCE COMPANY ON DIRECT POLICIES ISSUED
THROUGH TERRAMAR AGENCIES (“NOTICE”)**

By order dated 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 (“Terramar Notice Date”) as the last date on which a person may submit a notice (“Terramar Notice”) with respect to any insurance policy or insurance or reinsurance contract issued by Terramar Insurance Company, Terramar Insurance Agency, Advanced Risk International, Ltd. or Terramar General Agency (“Terramar Policy”) so as to preserve any obligation of Frontier pursuant to such Terramar Policy. The Order further provides as follows:

1. The Terramar Notice shall accurately and sufficiently set forth the required information identifying (a) the Terramar Policy pursuant to which Frontier has or may have an obligation (“Identified Terramar Policy”), (b) the policyholder(s) of such Identified Terramar Policy, (c) the person(s) with an interest in the Terramar Policy who, by submitting a Terramar Notice, seeks to preserve such person’s interest in the Identified Terramar Policy (“Submitting Terramar Policy Interest Holder”), and (d) any claim under such Identified Terramar Policy where the Submitting Terramar Policy Interest Holder has knowledge of the event, accident or occurrence giving rise to the claim, the person or property allegedly injured or damaged, and the nature of the alleged injury or damage, prior to the Terramar Notice Date;

2. All claims against Frontier pursuant to any Terramar Policy will be barred unless the Terramar Policy, the policyholder(s) of such Terramar Policy and all other information required in Paragraph 1 of this Notice have been accurately and sufficiently identified in a Terramar Notice submitted by the Terramar Notice Date;

3. Any claim against Frontier pursuant to any Terramar Policy will be barred where the Submitting Terramar Policy Interest Holder had knowledge of the event, accident or occurrence giving rise to the claim, the person or property allegedly injured or damaged, and the nature of the alleged injury or damage, prior to the Terramar Notice Date and did not submit a timely Terramar Notice setting forth such information concerning the claim;

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

5. All Terramar Notices must be made in writing and sent to the Rehabilitator by first class mail, postage paid and postmarked on or before the Terramar Notice Date, or by overnight courier, fees paid and written acknowledgement of receipt by such courier on or before the Terramar Notice 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 Terramar Notice forms and instructions have been posted on the internet site maintained by the New York Liquidation Bureau at <http://www.nylb.org> or may be requested by calling 845-807-5047.

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