

**IN THE MATTER OF THE CONSERVATION OF
PACIFIC & GENERAL INSURANCE COMPANY LIMITED
Supreme Court County of New York
Index No.: 41406/88**

NOTICE

On September 27, 1988, Pacific & General Insurance Company Limited (“P & G”) was placed into conservation (the “Conservation Proceeding”) and the then-Superintendent of Insurance of the State of New York, James P. Corcoran (and his successors in office), was appointed conservator (“Conservator”) of P & G (“Conservation Order”). Pursuant to the New York Insurance Law (“Insurance Law”) and the Conservation Order, the Conservator was given the responsibility of, among other things, conserving trust assets provided in connection with P & G's authorization to write business in the United States (“Trust Assets”) consistent with Article 74 of the Insurance Law. The Conservator has submitted to the Court supervising P & G's conservation proceeding (the “Conservation Court”) a petition (“Petition”) seeking an order: (a) approving a conservation agreement dated January 13, 2011 (the “Conservation Agreement”), entered into between the Conservator and Ipe Jacob and Richard Graham White (“Office Holders”) as scheme administrators of P & G's scheme of arrangement (the “Scheme of Arrangement”); (b) authorizing the Conservator to distribute the Trust Assets to the Office Holders in accordance with the Conservation Agreement; (c) discharging and releasing the Conservator, his predecessors and successors in office, agents, attorneys and employees from all further liability arising out of this conservation proceeding upon distribution of the Trust Assets to the Office Holders, in accordance with the Conservation Agreement, and the filing of a final report; and (d) terminating this conservation proceeding.

A hearing is scheduled on the Petition on October 5, 2011 at 11:00 a.m. before the Supreme Court of the State of New York, County of New York at the Courthouse, IAS Part 53, Room 238, 60 Centre Street, New York, New York (“Hearing”). If you wish to object to the Petition, you must serve a written statement setting forth your objections and all supporting documentation upon the Conservator, Clifford Chance LLP and Clerk of the Court, within 30 days of notice. Service on the Conservator and Clifford Chance shall be made by first class mail at the following addresses:

The Superintendent of Insurance of the
State of New York as Conservator
of Pacific & General Insurance Company Limited
110 William Street
New York, New York 10038
Attention: John Pearson Kelly, Esq.

With a copy to:

Clifford Chance LLP
10 Upper Bank Street
London, E14 5JJ
Attention: David Steinberg, Esq

And another copy to

Clifford Chance LLP
31 West 52nd Street
New York, New York 10019-6131
Attention: Jennifer DeMarco, Esq.

By filing the Petition, the Conservator is seeking permission from the Court to approve the Conservation Agreement. The Petition further provides that:

Pursuant to an order of the Conservation Court, the Conservator is conserving the Trust Assets pursuant to insurance regulations and law of the State of New York for the benefit of those persons protected by the Trust Assets (“American Policyholders”).

Subject to the Conservation Court’s approval, the Conservator and the Office Holders have, for the purpose of avoiding duplication of effort and expense, entered into the Conservation Agreement by which the Conservator will transfer the Trust Assets to the Office Holders for distribution to the American Policyholders in accordance with the terms of the Conservation Agreement and the Scheme of Arrangement.

The Conservation Agreement provides that the Office Holders will maintain the Trust Assets for distribution to American Policyholders through the Scheme of Arrangement so that they will receive a greater benefit than if distributed through a separate conservation proceeding.

The Conservation Agreement provides that the values of all American Policyholders’ claims will be determined in accordance with the Scheme of Arrangement and such determinations will be binding on the Conservator.

The Conservation Proceeding will be terminated pursuant to the Conservator’s application to the Conservation Court following the distribution of the Trust Assets to the Office Holders and the filing of a final report.

For this reason, all policyholders, creditors, claimants and other interested parties in respect of P & G are advised to review all available information and to protect their rights accordingly.

The Petition is available for inspection at the above stated addresses. In the event of any discrepancy between this notice and the documents submitted to Conservation Court, the documents control.

Requests for further information should be directed to the New York Liquidation Bureau, Creditor Claims Department at (212) 341-6814.

James J. Wrynn
Superintendent of Insurance
of the State of New York as Conservator
of Pacific & General Insurance
Company Limited