



October 6, 2009

RE: Notice of Contract and Appointment Termination

Dear Agent,

As you are aware, American Network Insurance Company ("ANIC") ceased selling new business last year in October 2008 and was placed into rehabilitation on January 6, 2009 by Order of the Commonwealth Court of Pennsylvania. In June 2009, we wrote to you and indicated that ANIC was continuing the payment of agent commissions for ANIC policies and there was no plan at that time to discontinue ANIC commission payments. While we initially expected that ANIC's financial position would result in a successful rehabilitation, financial analysis and actuarial projections completed during the past few weeks indicated otherwise. As a result, on October 2, 2009, the Pennsylvania Insurance Department filed a Petition with the Court seeking the liquidation of ANIC. Included in this Petition is the Pennsylvania Insurance Department's request to the Court for the immediate suspension of commission payments to ANIC insurance agents and other producers.

As a result of decisions with respect to the future of ANIC, we are terminating all ANIC producer contracts and appointments, and this letter shall serve as your written notice of termination of your ANIC producer contract. Please be advised that such termination is 'without cause' and shall be effective based on the timing set forth in your contract (generally, 30 days after the date of this letter; 90 days in New Jersey and Oregon).

We appreciate your past service to ANIC and wish you the best in your future endeavors.

Sincerely,

A handwritten signature in cursive script that reads "Robert L. Robinson".

Robert L Robinson, CLU, ChFC
Chief Rehabilitation Officer