

Liquidation of ACA Assurance

Updated Information for ACA Assurance Policyholders/Members/Creditors/Retirees

October 25, 2012

Order of Liquidation

The New Hampshire Superior Court, Merrimack County, (the “Court”) recently issued an order (“Order”) approving Insurance Commissioner Roger A. Sevigny’s petition to terminate the rehabilitation of ACA Assurance (“ACA”) and to convert the rehabilitation into a liquidation (“Liquidation”). Commissioner Sevigny will serve as the Liquidator of ACA and will employ a Special Deputy Liquidator to conduct the liquidation of ACA’s remaining assets in an efficient manner.

Claims Notices and Bar Date

The Liquidator will mail notices and proofs of claim to potential claimants against the liquidation estate of ACA in the near future, and all claims against ACA must be returned with a postmark no later than April 22, 2013, the “Filing Deadline/Bar Date.” Claims postmarked after the Bar Date will not be considered by the Liquidator and will be deemed unexcused, late filed.

Claims as to Assessments Imposed on ACA Policies

Policyholder claims against ACA for the amount of assessments that have been imposed upon ACA policies during the rehabilitation will be deemed to have been made by these affected policyholders and received by the Liquidator, with no further action being required on the part of these policyholders as to these claims. For this reason, the Liquidator will not be making individual mailing to holders of policies of ACA that have

already expired, lapsed, been surrendered or that have already been assumed by a solvent carrier.

Insurance Policies Assumed by Supreme Council of the Royal Arcanum (“Royal Arcanum”) and L’Union Vie Compagnie Mutuelle D’Assurance (“Union Vie”)

Almost all of ACA’s U.S. insurance policies were assumed by Royal Arcanum during the Rehabilitation and these assumed policies will remain in place with Royal Arcanum. You should not notice any change to your policy. If you have questions of Royal Arcanum, please direct them to Royal Arcanum, Customer Service at 888-272-2686

Similarly, ACA’s Canadian insurance policies were assumed by Union Vie and these assumed policies will remain in place with Union Vie. You should not notice any change to your policy. If you have questions of Union Vie, please direct them to Union Vie’s call center: 866-441-7224

ACA’s Remaining Insurance Policies

The only remaining insurance policies issued by ACA are life insurance policies issued to ACA retirees and board members. These policies will terminate as a matter of law on November 22, 2012.

ACA Pension Plan

The ACA pension plan was terminated prior to the Liquidation on a fully funded basis. Participants have either received a cash disbursement or elected to receive annuity payments from Principal Financial Group. ACA’s Liquidation will have no effect on either.

Other Inquiries

If you have questions that are not addressed by the foregoing, please contact ACA Assurance in Liquidation: 1-800-347-0014 or the New Hampshire Insurance Department by calling the Department's Consumer Hotline: 1-800-852-3416 or view information at www.nh.gov/insurance or www.aca-assurance.org.