

ACCELERATION NATIONAL INSURANCE COMPANY

NOTICE OF LIQUIDATION AND TIME FOR FILING PROOFS OF CLAIM

TO POLICYHOLDERS, CLAIMANTS, CREDITORS, AND OTHER INTERESTED PARTIES HAVING BUSINESS WITH ACCELERATION NATIONAL INSURANCE COMPANY OR CLAIMS AGAINST POLICYHOLDERS FORMERLY INSURED BY ACCELERATION NATIONAL INSURANCE COMPANY.

On February 28, 2001, Acceleration National Insurance Company was determined to be insolvent and ordered liquidated by Judge Patrick McGrath of the Court of Common Pleas, Franklin County, Ohio, Case No. 00CVH11-10534. J. Lee Covington, II, Ohio Superintendent of Insurance, was appointed as Liquidator pursuant to Ohio Revised Code Chapter 3903 (the "Liquidator"). It is the Liquidator's responsibility to collect all of the assets of Acceleration National Insurance Company and distribute them to policyholders and other creditors of Acceleration National Insurance Company according to priorities established under Ohio law.

The Liquidation Order requires the Liquidator to take control of all of Acceleration National Insurance Company's assets. The Liquidation Order also enjoins all persons from (1) instituting or continuing to prosecute any civil action or claim against Acceleration National Insurance Company or the Liquidator, (2) in any way interfering with the possession, control, title, rights, and interests of the Liquidator as provided by Ohio Revised Code Sections 3903.01 to 3903.99, inclusive, or (3) taking any action which tends to give rise to waste of assets, a preference, judgment, attachment, lien or the making of a levy against Acceleration National Insurance Company or its property or assets subject to the possession or control of the Liquidator.

All insurance policies, bonds, and other similar obligations or contracts of Acceleration National Insurance Company are cancelled by Order of the Court 30 days from the date of the Final Order of Liquidation, which will cause the cancellation to be effective no later than 12:01 a.m., March 30, 2001, except those policies, which expired or were cancelled by the insured before such date, shall remain expired or cancelled as of such earlier date.

The Liquidation Order triggered certain obligations of state insurance guaranty funds/associations. These guaranty funds/associations were established by the laws of each state to provide important, but limited, protection to policyholders against an insolvent insurance company's failure to perform its contractual obligations under its policies of insurance. Amounts not covered by the guaranty fund/association (excluding guaranty fund/association statutory deductibles) remain claims against the assets of Acceleration National Insurance Company's liquidation estate and a Proof of Claim for such amounts must be timely filed with the Liquidator. Such amounts will be independently evaluated by the Liquidator in the normal course of the liquidation proceeding.

The Liquidation Court has further ordered that all persons having claims against the assets of Acceleration National Insurance Company must file such claims with the Liquidator on Proof of Claim forms on or before February 28, 2002. Any person filing claims with the Liquidator after such date may receive no distribution or a distribution less than they would have otherwise received. Any and all outstanding claims, including those presented to Acceleration National Insurance Company prior to its having been placed in liquidation, must be submitted to the Liquidator on Proof of Claim forms approved and provided by the Liquidator. If the records of Acceleration National Insurance Company indicate you are a creditor of Acceleration National Insurance Company, you will be mailed a Proof of Claim form within the next 120 days to be used in filing a claim in the liquidation proceedings. A Proof of Claim form must be used for making a claim for any amounts owed to you by Acceleration National Insurance Company. If you believe you have a claim against Acceleration National Insurance Company and you do not receive a Proof of Claim form, please request one in writing and state the nature of your claim. **THE DEADLINE FOR COMPLETING AND FILING A PROOF OF CLAIM WITH THE LIQUIDATOR IS FEBRUARY 28, 2002.**

Continuous hearings concerning matters related to the Liquidation will be held by the Court on April 20, 2001 and thereafter on every 3rd Friday of each month, at 9 a.m., and at other times pursuant to further orders of the Court. If there are no matters scheduled, there will be no hearing. It is the obligation of each policyholder, creditor, obligee or other claimant or party in interest having business with Acceleration National Insurance Company or the Liquidator to check the calendar prior to the hearing date. Information regarding each session of such hearing will be available by calling (614) _____ prior to each such session. **NO FURTHER NOTICE OF THESE HEARINGS WILL BE GIVEN.** Copies of materials filed with the Court (which will include a status of the matters scheduled to be heard) will be available for inspection and copying by any person having a claim against the Acceleration National Insurance Company, at their own expense, at the Court and at the offices of the Special Counsel to the Liquidator.

THIS NOTICE OF TIME FOR FILING PROOFS OF CLAIM APPLIES TO ANY POTENTIAL CLAIMANT ASSERTING A CLAIM AGAINST ANY POLICYHOLDER FORMERLY INSURED BY ACCELERATION NATIONAL INSURANCE COMPANY. THIS TIME LIMITATION APPLIES NOTWITHSTANDING ANY STATUTE OF LIMITATIONS OTHERWISE APPLICABLE TO SUCH CLAIMS.

Questions and general inquiries concerning the liquidation should be directed to the Office of the Ohio Insurance Liquidator, 1366 Dublin Road, Columbus, Ohio 43215, telephone number (614) 487-9200.