

**Office of the
Special Deputy Receiver**
Representing Robert E. Wagner
Acting Director of Insurance
State of Illinois

222 Merchandise Mart Plaza
Suite 1450
Chicago, Illinois 60654
312/836-9500
312/836-1944 FAX
www.osdchi.com

*Patrick D. Hughes,
Special Deputy*

Writer's Direct Line:

January 27, 2012

TERMINATION NOTICE

RE: ILLINOIS STATE BOWLING PROPRIETORS' & RECREATIONAL INDUSTRY WORKERS' COMPENSATION TRUST, IN REHABILITATION

Dear Policyholder/Member:

On January 26, 2012, an Order of Rehabilitation with a Finding of Insolvency was entered against Illinois State Bowling Proprietors' & Recreational Industry Workers' Compensation Trust (hereafter "ILLINOIS BOWLING TRUST") by the Circuit Court of Cook County, Illinois ("Supervisory Court"). In connection therewith, the Court has ordered that Illinois Bowling Trust be placed in Rehabilitation in accordance with Article XIII of the Illinois Insurance Code, 215 ILCS 5/187, *et seq.*, and further ordered that all in force Illinois Bowling Trust policies be terminated, effective upon the entry of the Order of Rehabilitation on January 26, 2012, and that all coverage afforded under the policies will cease effective on the date indicated, unless the policy has been terminated at an earlier date. Illinois Bowling Trust was organized pursuant to the Workers' Compensation Pool Law, 215 ILCS 5/107a.01 *et set*, and as such, is not a member company of the Illinois Insurance Guaranty Fund. Guaranty fund protections are accordingly not available to Illinois Bowling Trust policyholder members.

Any claims for losses occurring on or before January 26, 2012 are subject to a temporary moratorium on payment, until a Rehabilitation Plan is presented to and approved by the Supervisory Court. However, under the terms of the applicable provision of the Rehabilitation Order, during the moratorium period, claims for temporary total disability payments, temporary partial disability payments and prospective emergency medical treatment for an injured worker of a trust beneficiary will continue to be paid by the Illinois Bowling Trust as hardship claims at the rate of seventy percent (70%) of the amount due or past due, subject to true-up with the terms of any Rehabilitation Plan that is subsequently approved by the Supervisory Court. Illinois Bowling Trust will also continue to defend claims against its policyholder members, subject to the provisions of the Order of Rehabilitation and any Rehabilitation Plan that is subsequently approved by the Supervising Court. New covered claims should be reported and all other inquiries should be directed to the Rehabilitator c/o The Office of the Special Deputy Receiver ("OSD") through our website at www.osdchi.com, by mail to Illinois Bowling Proprietors' & Recreational Industry Workers' Compensation Trust, In Rehabilitation 222 Merchandise Mart Plaza, Suite 1450, Chicago, Illinois 60654, or by calling OSD at (312) 836-9500.

In the meantime, I ask for your patience in this matter and regret any inconvenience or hardship the insolvency and rehabilitation of Illinois Bowling Trust may have caused you.

Sincerely,
Patrick D. Hughes
Special Deputy Receiver

By: Claim, Corporate & Administrative Services Department