

January 27, 2011

Name
Address
City, State Zip Code

**RE: CONSTITUTIONAL CASUALTY INSURANCE COMPANY, IN LIQUIDATION
NOTICE TO INSURANCE AGENTS AND BROKERS**

On January 21, 2011, an Agreed Order of Liquidation with a Finding of Insolvency was entered against Constitutional Casualty Company (“CCC”) by the Circuit Court of Cook County, Illinois. Michael T. McRaith, Director of Insurance of the State of Illinois, was affirmed as statutory liquidator (“Liquidator”). In connection therewith, the Court has ordered that CCC be placed in liquidation and liquidated in accordance with the provisions of Article XIII of the Illinois Insurance Code.

CCC was a licensed insurance carrier in the state of Illinois. All in-force policies that give rise to a “covered claim” through the Illinois Insurance Guaranty Fund as defined by its controlling statutes will be terminated effective 11:59 p.m., Central Standard Time, on February 20, 2011. All coverage afforded under the policy will cease effective at that time, unless the policy has been terminated at an earlier date.

In the near future, information for unearned premium and loss claims will be provided to the Illinois Insurance Guaranty Fund for its claim administration. Amounts not covered by the Illinois Insurance Guaranty Fund will become a claim against CCC’s liquidation estate. Those uncovered claims will be evaluated by the Liquidator and administered in accordance with Article XIII of the Code. Here are a few early informational highlights:

- Claimants who have a claim for unearned premium do not need to file a proof of claim form
- Claimants who have a claim for an accident or loss and have previously reported their claim to CCC do not need to file a proof of claim form
- Claimants who have a claim for an accident or loss, which was not previously reported to CCC should file a proof of claim form on or before the claim filing deadline to be established by the Supervising Court
- Proof of claim forms will soon be obtainable from the OSD website, www.osdchi.com, or by calling OSD at 312-836-9500

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Agent and Brokers
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All agents and brokers who placed business through CCC are required to pay or deliver to the Liquidator all premiums collected from CCC policyholders in gross and not net of commissions. Gross premium remittance is required pursuant to 215 ILCS 5/206 and the Agreed Order of Liquidation, which provide as follows:

No set-off shall be allowed in favor of an insurance agent or broker against his account with the company, for the unearned portion of the premium on any cancelled policy, unless that policy was cancelled prior to the entry of the Order of Liquidation ..., and unless the unearned portion of the premium on that cancelled policy was refunded or credited to the assured or his representative prior to the entry of the Order of Liquidation (215 ILCS 5/206)

CCC's agents, representatives, employees and servants having knowledge of this order of liquidation are ordered to immediately turn over all such funds in their possession or under their control, or to which they may hereafter acquire possession and control, to the Liquidator in gross and not net of any commissions which may be due thereon (Agreed Order of Liquidation, Par. F(i)(d))

All agents and brokers of CCC, and their respective agents, servants, representatives and employees, and all other persons, are enjoined and restrained from returning any unearned premiums or any money in its possession, or under its control, collected from premiums, contributions, or assessments upon policies, contracts or certificates of insurance or reinsurance previously issued by CCC, to policyholders, beneficiaries, or others (Agreed Order of Liquidation Par. F(v)).

The Liquidator will send you a Proof of Claim form in the near future, so that you may submit claims for any unpaid commissions you may have against CCC's liquidation estate. Any claim you file for return premium due to you, and not CCC's insured, must be accompanied by an Assignment of Interest form duly executed by the insured.

Please call our office at (312) 836-9500 or direct all questions and/or inquiries to our e-mail address at webmail@osdchi.com. Thank you for your cooperation and understanding.

Sincerely,
Patrick D. Hughes
Special Deputy Liquidator

By: Eva Flores
Claim, Corporate &
Administrative Services Department