

To: Consumers' Choice Health Insurance Company Brokers
From: Michael J. FitzGibbons, Special Deputy Receiver
Re: Consumers' Choice Health Insurance Company in Receivership
Date: January 18, 2016

CONSENT ORDER OF RECEIVERSHIP

The Director of Insurance for the State of South Carolina ("Director") filed a petition for the commencement of Receivership proceedings on January 4, 2016. On January 8, 2016, the Richland County Court of Common Pleas issued a Consent Order placing Consumers' Choice Health Insurance Company (CCHP) into Receivership for the purposes of rehabilitation (Order). The Order appointed Raymond G. Farmer, the Director, as the Receiver and Michael J. FitzGibbons as the Special Deputy Receiver. Mr. FitzGibbons will direct the day to day operations of CCHP during Receivership. The petition, Order, all official communications and other pertinent documents related to the Receivership of CCHP are posted on the CCHP website (www.cchpsc.org).

In summary, the Order, does the following:

- Appoints the Director as Receiver for the purposes of Receivership and Mr. FitzGibbons as the Special Deputy Receiver;
- Vests title to all assets of CCHP in the Receiver; and
- Stays the transfer of property, waste of assets and accounts, levy of execution and prosecution of any actions or proceeding against CCHP, including actions against its Members, and any other threatened or contemplated action that might lessen the value of CCHP's assets or prejudice the rights of its policyholder members, beneficiaries or creditors or interfere with the orderly administration of the Receivership.

The Receiver will not be paying Broker's commission at this time. The likelihood of broker's commissions being paid in the future is remote. Be advised the Order stays all litigation and collections proceedings pending or contemplated by you as a Broker against CCHP.

For copies of documents and additional information regarding the rehabilitation, please visit CCHP's web site at www.cchpsc.org.

Thank you for your cooperation.

CONSUMERS' CHOICE HEALTH INSURANCE COMPANY, IN RECEIVERSHIP

<http://www.cchpsc.org/>

Phone: 1-800-580-8736 | Email: brokerquestions@cchpsc.org

Mailing Address: 445 South Gay Street, Suite 101 | Knoxville, TN 37902