

In the Matter of the Rehabilitation of:

Case No. 10 CV 1576

Segregated Account of Ambac Assurance Corporation

**NOTICE OF FILING OF PLAN OF REHABILITATION OF SEGREGATED ACCOUNT  
OF AMBAC ASSURANCE CORPORATION, DISCLOSURE STATEMENT AND  
MOTION FOR CONFIRMATION OF PLAN OF REHABILITATION**

TO: All Interested Parties

PLEASE TAKE NOTICE that the Commissioner of the Wisconsin Office of the Commissioner of Insurance, as the court-appointed Rehabilitator of the Segregated Account of Ambac Assurance Corporation (the "Segregated Account"), filed a Plan of Rehabilitation of the Segregated Account ("Plan"), a Disclosure Statement regarding the Plan, and a Motion for Confirmation of the Plan ("Motion") in the above-captioned proceeding.

To facilitate the orderly and efficient conduct of this matter, PLEASE TAKE FURTHER NOTICE of the following:

1. This proceeding concerns the rehabilitation of the Segregated Account. The Plan, the Disclosure Statement and the Motion has been posted on the court-approved Website for this proceeding, <http://ambacpolicyholders.com>. Consistent with Paragraph 2 of the Court's March 24, 2010 Order Regarding Form of Notice, the Website serves as the official, court-approved means for effecting notice of all filings, orders, notices and hearings.

2. Any policyholders and counterparties who lack regular access to either the Internet or a computer printer may receive a copy of the Plan, the Disclosure Statement and the

Motion by U.S. mail in lieu of visiting the official Website by so verifying in writing and mailing a request for “hard copy” service to:

Heidi Ernst  
Foley & Lardner LLP  
P.O. Box 1497  
Madison, WI 53701-1497

3. By order of the Dane County Circuit Court, this rehabilitation proceeding has been assigned to the Honorable William D. Johnston, Lafayette County Circuit Court Judge. All future filings and correspondence to the Court, supported by any materials the filing party wishes the Court to consider, should be sent in the original for filing to the Dane County Clerk of Court, 215 South Hamilton Street, Madison, WI 53703, with a courtesy copy to Judge Johnston, Lafayette County Courthouse, 626 Main Street, Darlington, Wisconsin 53530, and served upon the Commissioner, through his attorneys, Michael B. Van Sicklen and Matthew R. Lynch, Foley & Lardner LLP, P.O. Box 1497, Madison, WI 53701-1497.


4. Further scheduling with respect to OCI’s Motion for confirmation of the Plan, any objections thereto, and the date(s) for a hearing on confirmation will be taken up with the Court at a scheduling conference set for October 14, 2010, at 9:00 a.m. in Judge Johnston’s courtroom at the Lafayette County Courthouse. The Rehabilitator plans to request that the Court set a prompt schedule for confirmation proceedings, with a deadline one week before the commencement of the hearing for filing any objections to confirmation and for disclosing the names and subject matter of any written or oral witness testimony an objecting party plans to ask the Court for permission to introduce. Information regarding the schedule set by the Court for confirmation proceedings will be promptly posted on the Website following the scheduling conference.

5. Please note that the Commissioner is giving consideration to hosting a webinar in the next week or two to discuss the Plan and to possibly arrange for a procedure by which interested parties may submit fact-related inquiries regarding the Plan or Disclosure Statement. The above-identified court-approved Website for this proceeding will post further information regarding these possible procedures once final decisions about them are made.

6. **Special Note to Trustees:** Each policyholder acting as a trustee is hereby directed to provide this Notice to the beneficial holders of the underlying financial instrument(s) to which the applicable policy relates, whether pursuant to the standard procedures of The Depository Trust Corporation or as the trustees otherwise deem adequate and appropriate as a means for getting the Notice promptly to the holders of the beneficial interests. Additional individualized information about the relevant policies will be enclosed in the copies of this Notice going to each policyholder acting as a trustee.

FOLEY & LARDNER LLP

By:

  
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