

Division of Rehabilitation and Liquidation www.floridainsurancereceiver.org

April 21, 2006

Notice to Warranty Owners Regarding the Receivership of The Exotic Warranty Company

On April 12, 2006, The Exotic Warranty Company ("Exotic") was ordered into receivership for purposes of liquidation by Judge Thomas H. Bateman III of the Second Judicial Circuit Court in Leon County, Florida. The Florida Department of Financial Services is the court appointed Receiver of Exotic.

According to the records of Exotic, you purchased a Motor Vehicle Service Agreement ("warranty") from Exotic.

Exotic was not authorized under Florida law to offer motor vehicle warranties. Pursuant to Section 634.031(1), Florida Statutes, a person may not "transact, administer, or market, attempt to transact, administer, or market, or in any manner hold itself out as transacting, administering, or marketing the service agreement business, on behalf of herself or himself or itself, in this state or from this state unless it is authorized to do so under a subsisting license issued to it" by the Florida Office of Insurance Regulation.

As of the liquidation date, April 12, 2006, all warranties issued by The Exotic Warranty Company and/or any of its affiliates are cancelled.

There is no Florida guaranty association coverage for claims arising under either unauthorized insurers or motor vehicle service agreements. Chapter 631, Florida Statutes sets forth the claims procedure that is the sole method for obtaining payment in a liquidation proceeding. The deadline for filing claims in the Exotic Receivership is April 12, 2007. Within the next 6 months, the Receiver will contact you with further information as to how you may file a claim. Please be advised that the amount of payment for claims, if any, will not be known until Exotic's assets are converted to cash and all claims are evaluated. This process may take a number of years after the deadline for filing claims has passed.

If you have questions regarding Exotic, please call your dealer or you may call the Florida Department of Financial Services at 1-800-882-3054. A copy of the liquidation order and additional information regarding Exotic and the receivership process is also available on the Division's website, www.floridainsurancereceiver.org.

Thank you.

The Florida Department of Financial Services Division of Rehabilitation and Liquidation as Receiver of The Exotic Warranty Company