

SOUTHLAND NATIONAL INSURANCE CORPORATION
NOTICE OF LIQUIDATION

PLEASE READ THIS NOTICE CAREFULLY. IT DESCRIBES IMPORTANT RIGHTS YOU OR YOUR ORGANIZATION MIGHT HAVE, PROHIBITIONS AGAINST ACTIONS BY YOU, AND WHERE YOU CAN OBTAIN ADDITIONAL INFORMATION CONCERNING SOUTHLAND NATIONAL INSURANCE CORPORATION, AND ABOUT FILING A PROOF OF CLAIM IN THE LIQUIDATION.

This Notice is issued in accordance with N.C.G.S. § 58-30-125, and pursuant to the order of the Superior Court of Wake County located in Raleigh, North Carolina (“Liquidation Court”), with respect to the liquidation of Southland National Insurance Corporation (“SNIC”), a North Carolina insurance company.

On May 2, 2023, the Liquidation Court entered a final order of liquidation against SNIC (“Order of Liquidation”). The Order of Liquidation found and concluded that SNIC:

1. Is insolvent and should be liquidated;
2. Terminated the rehabilitation proceeding that was then pending against SNIC; and
3. Appointed the North Carolina Insurance Commissioner and his successors in office as liquidator of SNIC (“Liquidator”).

The Order of Liquidation directs the Liquidator to take possession of SNIC’s assets and to administer them under the Liquidation Court’s supervision. The Liquidation Order also vests the Liquidator with title to all of the property, contracts, and rights of action of SNIC.

No action at law or equity may be brought against SNIC or the Liquidator, whether in North Carolina or elsewhere, nor shall any existing actions be maintained or further presented, pursuant to N.C.G.S. § 58-30-130(a). Any claim against SNIC, SNIC’s assets, or the Liquidator must be brought as a claim in the liquidation proceedings no later than May 2, 2025 (the “Bar Date”).

Please read carefully the following categories of potential claimants:

- If you have litigation pending against SNIC before the Order of Liquidation date, your litigation action is now stayed automatically and permanently by the Order of Liquidation (you may obtain a copy of the Order of Liquidation at www.southlandnational.com). You must now file your claim in the liquidation as a proof of claim on or before the Bar Date.
- If you previously asserted a written claim against SNIC in rehabilitation before the Order of Liquidation date, you must also file a proof of claim in the liquidation on or before the Bar Date. Your written claim that you asserted in the

rehabilitation is not sufficient to establish a claim in the liquidation

- If you believe you have a potential claim that was not asserted prior to the Order of Liquidation date, you must file a proof of claim in the liquidation on or before the Bar Date.
- Any unpaid federal, state, or local tax authorities must also file a proof of claim in the liquidation on or before the Bar Date.
- Former SNIC producers with unpaid commissions owed directly by SNIC pursuant to contract between the producers and SNIC must also file a proof of claim on or before the Bar Date.

The above categories are examples of parties with potential claims against SNIC and not an exhaustive list. Any claim against SNIC must be asserted as a proof of claim on or before the Bar Date. Proof of claim forms and instructions can be found at: www.southlandnational.com. If you need a hard copy of the proof of claim form mailed to you, please send your request as soon as possible to:

Southland National Insurance Corporation, in Liquidation
ATTN: Claim Form Request
555 Fayetteville Street, Suite 201
Raleigh, NC 27601

YOUR PROOF OF CLAIM STATING YOUR POTENTIAL CLAIM MUST BE POST-MARKED OR RECEIVED BY THE LIQUIDATOR NO LATER THAN MAY 2, 2025 OR YOUR CLAIM WILL BE BARRED. THE BAR DATE DOES NOT TOLL OR EXTEND ANY PERIOD OF LIMITATION, OR STATUTE OF LIMITATION OR OF REPOSE, OR CONTRACTUAL TIME LIMIT, FOR FILING ANY CLAIM.

THIS NOTICE IS NOT AN ADMISSION THAT ANY ASSERTED CLAIM IS VALID OR THAT IT WILL BE ALLOWED IN THE LIQUIDATION.

For more information about the liquidation of SNIC, you should visit SNIC's website at: www.southlandnational.com. You can also learn additional information at the North Carolina Department of Insurance web site at: <https://www.ncdoi.gov/insurance-industry/receiverships#SouthlandNationalInsuranceCorporationinLiquidation-2315>.