

***In Liquidation***

<b>Mail To:</b>	<b>Your Agency's Name and Address:</b>
<b>Policy Number:</b>	<b>Policy Term:</b> 12:01 am Standard Time at the insured premises

**NOTICE OF CANCELLATION – YOUR POLICY IS CANCELLED AS OF 12:01 A.M. JANUARY 2, 2019**

To: All Merced Property and Casualty Insurance Company Policyholders:

NOTICE IS HEREBY GIVEN that on December 3, 2018, the Superior Court of the City and County of Merced, California entered an Order Appointing Liquidator, in the case entitled *Insurance Commissioner of the State of California v. Merced Property and Casualty Company*, Case No. 18CV-04739 (“Liquidation Order”). The effective date of the liquidation order is December 3, 2018. Pursuant to the Liquidation Order, the California Insurance Commissioner has been appointed as the statutory Liquidator of Merced Property and Casualty Company (“Merced”). The Liquidation Order authorizes and empowers the Commissioner, through his Conservation & Liquidation Office, to liquidate Merced and its assets for the benefit of Merced’s policyholders, claimants, creditors, certificate of contribution holders and shareholder, as provided in Sections 1010 through 1062 of the Insurance Code of the State of California. Merced was found to be statutorily insolvent. This finding of insolvency triggers the California Insurance Guarantee Association (“CIGA”) to begin paying covered claims to Merced’s claimants up to statutory limits.

**Pursuant to the Liquidation Order all Merced insurance policies are required to be cancelled effective 30 days from the date of the liquidation or January 2, 2019, unless your policy terminates prior to this date.** In accordance with Ins. Code Section 1063.1(c)(1) CIGA is statutorily responsible to pay the unearned premium that is due to insureds for coverage that extends beyond the cancellation date. Insureds are encouraged to work with your insurance broker to replace your Merced insurance coverage immediately.

If you have difficulty in procuring replacement coverage in the normal market, you possibly may obtain basic fire insurance coverages through the California FAIR Plan Association. Insurance through the Association is available only in certain areas of the state. For more information or assistance in obtaining basic property insurance through the FAIR Plan, please contact your agent or broker or the Fair Plan at (800)339-4099 or [www.cfpnet.com](http://www.cfpnet.com).