

NORTH CAROLINA REINSURANCE FACILITY

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ROBERT M. GREER
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Automobile Manager

ROBERT M. NEWTON
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DAVID E. SINK, JR.
Accounting Manager

JOHN W. WATKINS
General Manager

July 31, 2000

CIRCULAR LETTER TO ALL MEMBER COMPANIES

A PROMPT RESPONSE
IS URGENTLY NEEDED

Re: Twenty-Seventh Annual Meeting
October 25, 2000

The Twenty-Seventh Annual Meeting of the North Carolina Reinsurance Facility will convene at 8:30 a.m. on Wednesday, October 25, 2000. The meeting will be held in the Conference Center, Mid Pines Inn and Golf Club, 1010 Midland Road, Southern Pines, North Carolina.

A meeting of the Board of Governors will convene immediately following adjournment of the Twenty-Seventh Annual Meeting.

The following constitutes the agenda for the Annual Meeting:

1. The Annual Report

The Facility's Annual Report will be presented.

2. Any other business which might properly come before the meeting.

We urge that a representative of your Company attend this meeting. For those companies which cannot be so represented at the meeting, voting by proxy will be permitted. A proxy form is enclosed which we request that you complete and forward to this Office to the attention of Linda Gould, Office Services Coordinator, AS SOON AS POSSIBLE, but no later than October 1, 2000, whether or not your Company expects to be represented in person. This will help to assure that a quorum will be present. If a representative of your Company is present at the meeting, the proxy will not be used.

It is suggested that our member companies consider naming as proxy the current Board of Governors member representing the appropriate group of companies as indicated below.

Alliance of American Insurers - Liberty Mutual Insurance Company
American Insurance Association - Royal Insurance Company of America
National Ass'n of Independent Insurers - Allstate Insurance Company
Non-Affiliated Stock Insurers - Great American Insurance Company
Non-Affiliated Non-Stock Insurers - Nationwide Mutual Ins. Company

Very truly yours,

John W. Watkins

General Manager

JWW:lg
Enclosure
RF-00-8

NORTH CAROLINA REINSURANCE FACILITY
(PROXY FORM)

KNOW ALL MEN BY THESE PRESENTS THAT I _____, _____, of the
(Insert Name) (Insert Title)

_____ do hereby constitute and appoint _____
(Insert Name of Company) (Insert Name of Company Appointed as Proxy)

as my attorney and agent for the said Company, in my name, place and stead to vote as proxy at the **Twenty-Seventh Annual Meeting of the NORTH CAROLINA REINSURANCE FACILITY** to be held on the **Twenty-Fifth (25th) day of October, 2000** and/or such other date or dates to which such meeting may be adjourned, hereby giving to such attorney and agent power and authority to act conclusively for said Company on all questions which may duly come before such meeting as fully as I could act if I were personally present.

IN WITNESS WHEREOF I have hereunto subscribed my name and title and the name of said Company,
this ____ day of _____, 2000.

(Signature) (Title)

(Company)

This Company votes as (check one):

- Member of Alliance of American Insurers
- Member of American Insurance Association
- Member of National Association of Independent Insurers
- Non-Affiliated stock insurer
- Non-Affiliated non-stock insurer

Return to:

North Carolina Reinsurance Facility
Att: Linda Gould
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