



June 30, 2014

To Our Policyholders:

On June 27, 2014 the North Carolina Department of Insurance issued a Final Order ("Order") approving the Amended and Restated Corrective Plan ("Plan") for Republic Mortgage Insurance Company and its affiliate, Republic Mortgage Insurance Company of North Carolina (collectively the "Companies"). The Order is available on the Companies' website at www.rmic.com.

In accordance with the Order, effective with claims settled on or after July 1, 2014, the Companies will resume payment of all valid claims at one-hundred percent (100%) of the claim amount without further deferrals. Furthermore, the Companies will pay, in full, all deferred payment obligations ("DPOs") which are outstanding as of June 30, 2014. These payments are expected to be remitted to policyholders no later than July 31, 2014.

If you have any questions regarding the Order or DPOs please email DPO_Reporting_RMIC@rmic.com or contact Beverly Ruddle at 336.661.4184 or Ling Wang at 336.661.4148.

Sincerely,


Kevin J. Henry
President & Chief Operating Officer