

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

In re:) **Chapter 11**
)
Conseco, Inc., et al.,¹)
)
Debtors.) **Case No. 02 B _____**
) **(Jointly Administered)**
) **Honorable _____**
)
) **Docket under 02 B _____**

NOTICE TO POLICYHOLDERS, AGENTS AND STATE INSURANCE COMMISSIONERS

On December ____, 2002, petitions for reorganization under chapter 11 of the Bankruptcy Code were filed in the United States Bankruptcy Court in Chicago, Illinois by Conseco, Inc. ("Conseco, Inc."), CIHC, Incorporated, and certain of their finance company subsidiaries. The companies in bankruptcy reorganization are NOT insurance companies. The ONLY companies in bankruptcy reorganization are: Conseco, Inc., CIHC, Incorporated, CTHIC, Inc., Partners Health Group, Inc., Conseco Finance Corp. and Conseco Finance Servicing Corp. Conseco, Inc. is also the direct and indirect parent company to thirteen insurance companies (the "Insurance Companies"). NONE of the Insurance Companies are in bankruptcy. (These thirteen Insurance Companies are listed at the bottom of this Notice).

These chapter 11 filings do not affect the continued operations of the Insurance Companies. The Insurance Companies will continue their businesses as usual. Moreover, the Insurance Companies continue to be subject to the exclusive jurisdiction of the state insurance regulators who are charged with protecting the interests of policy holders and claimants in all states and territories.

For several months, state insurance regulators have closely monitored and will continue to monitor both the financial condition of the Insurance Companies and the development of Conseco, Inc.'s proposed plan of reorganization. Conseco, Inc. has been working closely with these state insurance regulators, and the Insurance Companies meet the solvency standards of the states. Conseco, Inc. and its subsidiaries have been and will continue to fully cooperate with state insurance regulators to protect the interests of policyholders and claimants of the Insurance Companies.

This Notice has been approved by the United States Bankruptcy Court in the Conseco, Inc. bankruptcy proceeding, by order dated December __, 2002.

Note: The following companies are NOT in bankruptcy:

<u>Insurance Company</u>	<u>State of Domicile</u>
Bankers National Insurance Company	Texas
Conseco Life Insurance Company of Texas	Texas
Bankers Life Insurance Company of Illinois	Illinois
Bankers Life and Casualty Insurance Company	Illinois

¹ The Debtors are the following entities: Conseco, Inc., CIHC, Incorporated, CTHIC, Inc., Partners Health Group, Inc., Conseco Finance Corp. and Conseco Finance Servicing Corp.

Insurance Company

Conseco Annuity Assurance Company
Colonial Penn Life Insurance Company (f/k/a Conseco Direct Life Insurance Company)
Conseco Health Insurance Company
Conseco Senior Health Insurance Company
Conseco Life Insurance Company of New York
Pioneer Life Insurance Company
Conseco Medical Insurance Company
Washington National Insurance Company
Conseco Life Insurance Company

State of Domicile

Illinois
Pennsylvania
Arizona
Pennsylvania
New York
Illinois
Illinois
Illinois
Indiana

Chicago, Illinois
Dated: December __, 2002

Respectfully submitted,
KIRKLAND & ELLIS

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[Proposed] Counsel for the Debtors and Debtors in Possession